

**CONSOLIDATED INSURANCE TRUST**  
**INVESTMENT PERFORMANCE REPORT AS OF OCTOBER 31, 2003**

	October-03					September-03					Current FYTD		Prior Year FY03		3 Years Ended 6/30/2003	5 Years Ended 6/30/2003
	Market Value	Allocation Actual	Policy (1)	Returns-Month Gross	Net	Market Value	Allocation Actual	Policy (1)	Returns-Quarter Gross	Net	Returns Gross	Net	Returns Gross	Net	Net	Net
<b>LARGE CAP DOMESTIC EQUITY</b>																
<i>Structured Growth</i>																
Los Angeles Capital	20,894,953	1.9%	1.8%	5.20%	5.18%	19,857,766	1.9%	1.8%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
AllianceBernstein	-	0.0%	0.0%	N/A	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	-1.58%	-1.88%	-21.24%	-6.07%
<b>Total Structured Growth</b>	<b>20,894,953</b>	<b>1.9%</b>	<b>1.8%</b>	<b>5.20%</b>	<b>5.18%</b>	<b>19,857,766</b>	<b>1.9%</b>	<b>1.8%</b>	<b>5.06%</b>	<b>4.99%</b>	<b>10.53%</b>	<b>10.42%</b>	<b>-1.58%</b>	<b>-1.88%</b>	<b>-21.24%</b>	<b>-6.07%</b>
<i>Russell 1000 Growth</i>				5.62%	5.62%				3.92%	3.92%	9.75%	9.75%	2.94%	2.94%	-21.54%	-5.03%
<i>Structured Value</i>																
LSV	20,372,684	1.9%	1.8%	7.66%	7.62%	18,954,419	1.8%	1.8%	3.87%	3.75%	11.82%	11.66%	-1.81%	-2.25%	8.84%	3.73%
<i>Russell 1000 Value</i>				6.12%	6.12%				2.06%	2.06%	8.31%	8.31%	-1.02%	-1.02%	-0.19%	1.05%
<i>S&amp;P 500 Index</i>																
State Street	92,404,661	8.5%	8.4%	5.65%	5.65%	87,461,451	8.2%	8.3%	2.65%	2.64%	8.45%	8.43%	0.28%	0.23%	-11.28%	-1.69%
S&P 500				5.66%	5.66%				2.64%	2.64%	8.45%	8.45%	0.25%	0.25%	-11.20%	-1.62%
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	<b>133,672,298</b>	<b>12.3%</b>	<b>12.0%</b>	<b>5.88%</b>	<b>5.87%</b>	<b>126,273,636</b>	<b>11.9%</b>	<b>11.9%</b>	<b>3.19%</b>	<b>3.15%</b>	<b>9.26%</b>	<b>9.20%</b>	<b>-0.33%</b>	<b>-0.48%</b>	<b>-9.33%</b>	<b>-1.90%</b>
<i>S&amp;P 500</i>				5.66%	5.66%				2.64%	2.64%	8.45%	8.45%	0.25%	0.25%	-11.20%	-1.62%
<b>SMALL CAP DOMESTIC EQUITY</b>																
<i>Manager-of-Managers</i>																
SEI	70,453,446	6.5%	5.9%	8.88%	8.81%	64,733,201	6.1%	5.9%	9.70%	9.48%	19.44%	19.13%	0.91%	0.09%	N/A	N/A
<i>Russell 2000 + 200bp</i>				8.56%	8.56%				9.60%	9.60%	18.99%	18.99%	0.36%	0.36%	N/A	N/A
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	<b>70,453,446</b>	<b>6.5%</b>	<b>5.9%</b>	<b>8.88%</b>	<b>8.81%</b>	<b>64,733,201</b>	<b>6.1%</b>	<b>5.9%</b>	<b>9.70%</b>	<b>9.48%</b>	<b>19.44%</b>	<b>19.13%</b>	<b>0.91%</b>	<b>0.09%</b>	<b>-3.49%</b>	<b>1.64%</b>
<i>Russell 2000</i>				8.40%	8.40%				9.07%	9.07%	18.23%	18.23%	-1.63%	-1.63%	-3.30%	0.97%
<b>CONVERTIBLES</b>																
TCW	125,803,203	11.6%	11.7%	4.05%	4.02%	120,979,345	11.4%	11.6%	1.95%	1.85%	6.08%	5.94%	10.67%	10.23%	-9.51%	3.90%
<i>First Boston Convertible Index</i>				3.27%	3.27%				2.67%	2.67%	6.03%	6.03%	15.46%	15.46%	-3.77%	5.29%
<b>INTERNATIONAL EQUITY</b>																
<i>Large Cap - Active</i>																
Capital Guardian	72,922,023	6.7%	6.2%	6.72%	6.67%	68,229,620	6.4%	6.3%	8.29%	8.14%	15.57%	15.35%	-9.79%	-10.31%	-15.85%	0.02%
<i>MSCI EAFE - 50% Hedged</i>				5.70%	5.70%				6.58%	6.58%	12.65%	12.65%	-11.24%	-11.24%	-15.51%	-5.33%
<i>Small Cap - Value</i>																
Lazard	9,745,686	0.9%	0.8%	5.28%	5.20%	9,260,759	0.9%	0.8%	10.17%	9.92%	15.99%	15.63%	N/A	N/A	N/A	N/A
<i>Citigroup Broad Market Index &lt; \$2BN</i>				6.90%	6.90%				15.95%	15.95%	23.96%	23.96%	N/A	N/A	N/A	N/A
<i>Small Cap - Growth</i>																
Vanguard	9,453,845	0.9%	0.8%	5.31%	5.22%	8,984,731	0.8%	0.8%	15.24%	14.95%	21.35%	20.96%	N/A	N/A	N/A	N/A
<i>SSB BROAD MARKET INDEX &lt; \$2BN</i>				6.90%	6.90%				15.95%	15.95%	23.96%	23.96%	N/A	N/A	N/A	N/A
<b>TOTAL INTERNATIONAL EQUITY</b>	<b>92,121,554</b>	<b>8.5%</b>	<b>7.8%</b>	<b>6.42%</b>	<b>6.36%</b>	<b>86,475,110</b>	<b>8.1%</b>	<b>7.8%</b>	<b>9.14%</b>	<b>8.97%</b>	<b>16.15%</b>	<b>15.90%</b>	<b>-8.65%</b>	<b>-9.20%</b>	<b>-15.51%</b>	<b>0.27%</b>
<i>MSCI EAFE - 50% Hedged</i>				5.70%	5.70%				6.58%	6.58%	12.65%	12.65%	-11.24%	-11.24%	-15.51%	-5.33%
<b>DOMESTIC FIXED INCOME</b>																
<i>Core Bond</i>																
Western Asset	303,016,465	28.0%	28.6%	-0.40%	-0.42%	303,966,523	28.6%	28.6%	-0.12%	-0.16%	-0.52%	-0.58%	12.97%	12.77%	11.23%	8.12%
<i>Lehman Aggregate</i>				-0.93%	-0.93%				-0.14%	-0.14%	-1.07%	-1.07%	10.39%	10.39%	10.07%	7.54%
<i>Index</i>																
Bank of ND	164,337,173	15.2%	16.0%	-1.17%	-1.17%	166,281,665	15.6%	16.0%	-0.45%	-0.46%	-1.61%	-1.63%	13.33%	13.26%	10.87%	7.78%
Bank of ND CD'S	12,654,879	1.2%	1.2%	0.29%	0.29%	12,617,743	1.2%	1.2%	0.88%	0.88%	1.18%	1.18%	3.64%	3.64%	4.85%	5.09%
<b>Total Index</b>	<b>176,992,052</b>	<b>16.3%</b>	<b>17.2%</b>	<b>-1.07%</b>	<b>-1.07%</b>	<b>178,899,408</b>	<b>16.8%</b>	<b>17.2%</b>	<b>-0.35%</b>	<b>-0.37%</b>	<b>-1.42%</b>	<b>-1.44%</b>	<b>12.26%</b>	<b>12.20%</b>	<b>10.35%</b>	<b>7.51%</b>
<i>Lehman Gov/Credit</i>				-1.27%	-1.27%				-0.50%	-0.50%	-1.76%	-1.76%	13.14%	13.14%	10.82%	7.83%
<i>BBB Average Quality</i>																
Strong	126,322,890	11.7%	11.4%	-0.90%	-0.91%	127,424,717	12.0%	11.4%	0.06%	0.02%	-0.84%	-0.89%	18.15%	17.91%	N/A	N/A
<i>Lehman US Credit BAA</i>				-0.91%	-0.91%				0.27%	0.27%	-0.63%	-0.63%	18.33%	18.33%	N/A	N/A
<b>TOTAL DOMESTIC FIXED INCOME</b>	<b>606,331,407</b>	<b>56.0%</b>	<b>57.2%</b>	<b>-0.70%</b>	<b>-0.71%</b>	<b>610,290,648</b>	<b>57.4%</b>	<b>57.2%</b>	<b>-0.15%</b>	<b>-0.18%</b>	<b>-0.85%</b>	<b>-0.89%</b>	<b>13.93%</b>	<b>13.76%</b>	<b>11.00%</b>	<b>7.93%</b>
<i>Lehman Gov/Credit</i>				-1.27%	-1.27%				-0.50%	-0.50%	-1.76%	-1.76%	13.14%	13.14%	10.82%	7.83%
<b>CASH EQUIVALENTS</b>																
<i>Bank of ND</i>																
90 Day T-Bill	55,193,542	5.1%	5.4%	0.10%	0.10%	55,193,542	5.2%	5.5%	0.30%	0.30%	0.40%	0.40%	1.57%	1.57%	3.26%	4.15%
				0.08%	0.08%				0.25%	0.25%	0.32%	0.32%	1.52%	1.52%	3.33%	4.08%
<b>TOTAL INSURANCE TRUST</b>	<b>1,083,575,451</b>	<b>100.0%</b>	<b>100.0%</b>	<b>1.82%</b>	<b>1.80%</b>	<b>1,063,945,482</b>	<b>100.0%</b>	<b>100.0%</b>	<b>1.80%</b>	<b>1.74%</b>	<b>3.66%</b>	<b>3.57%</b>	<b>8.85%</b>	<b>8.59%</b>	<b>2.63%</b>	<b>5.42%</b>
<i>POLICY TARGET BENCHMARK</i>				1.28%	1.28%				1.40%	1.40%	2.70%	2.70%	8.73%	8.73%	3.31%	5.35%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Because each fund within the Insurance Trust has a different policy allocation, the consolidated report reflects a weighted average of all of the funds' policy allocations.